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ANALYSIS OF  
MEDICAID ADMINISTRATIVE COSTS  
STATE OF WASHINGTON

October 1977

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MEDICAID ADMINISTRATIVE COSTS  
STATE OF WASHINGTON

October 1977

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## CHAPTER I

### INTRODUCTION



## CHAPTER I

### INTRODUCTION

The Department of Health, Education and Welfare has retained the National Institute for Advanced Studies (NIAS) and Jack Martin & Co., P.C., Certified Public Accountants, to study the administrative costs of the Medicaid program. Using methodology developed earlier in this study, visits are being made to several states to gather data about their Medicaid administrative costs. The analysis of Medicaid administrative costs for the State of Washington is set forth in this report.

The overall objective of this study is to obtain an improved understanding of the adequacies and deficiencies of federal policies relating to federal financial participation in supporting Medicaid administrative costs.

The methodology used to analyze administrative costs in each state, and the rationale for selecting the test states, have been published in separate reports. Accordingly, a discussion of these subjects has not been included in this report.

This report is one of a series of state reports analyzing the costs and revenues to administer the Medicaid program in one of the selected states. Since each report is independent of the other state reports, a comparative analysis of costs among states (i.e., whether or not a particular cost element is higher or lower than in other states) is not presented. This comparative analysis is included in the final report of this study.



## CHAPTER II

### DATA GATHERING



## CHAPTER II

### DATA GATHERING

The objective of this project is to analyze actual experience during a given year. The year selected for the State of Washington was Fiscal Year 1976; actual costs and actual functions performed were analyzed for the period from July 1, 1975, through June 30, 1976.

The Medicaid designated single state agency for the State of Washington is the Washington Department of Social and Health Services (DSHS). The Office of Medical Assistance of the Health Services Division of DSHS has operational responsibility for Medicaid; the Chief of this office is Richard Nelson, and the Medical Director is Dr. Robert Hall. An organizational chart of this office is set forth as Figure 1 of this report. Several other divisions of DSHS also provide Medicaid administrative services, such as the Administrative Services Division (fiscal and data processing services) and the Community Services Division (eligibility determination services).

The State of Washington provides a wide range of services to both categorical and medically indigent recipients. Implementation of an approved MMIS operated by a fiscal agent was begun on February 1, 1976, and completed about July 1, 1976; additional data processing services were provided by the state's centralized data processing function. The state has an effective program requiring prior authorization for all





STATE OF WASHINGTON  
DEPARTMENT OF SOCIAL AND HEALTH SERVICES

OFFICE OF MEDICAL ASSISTANCE

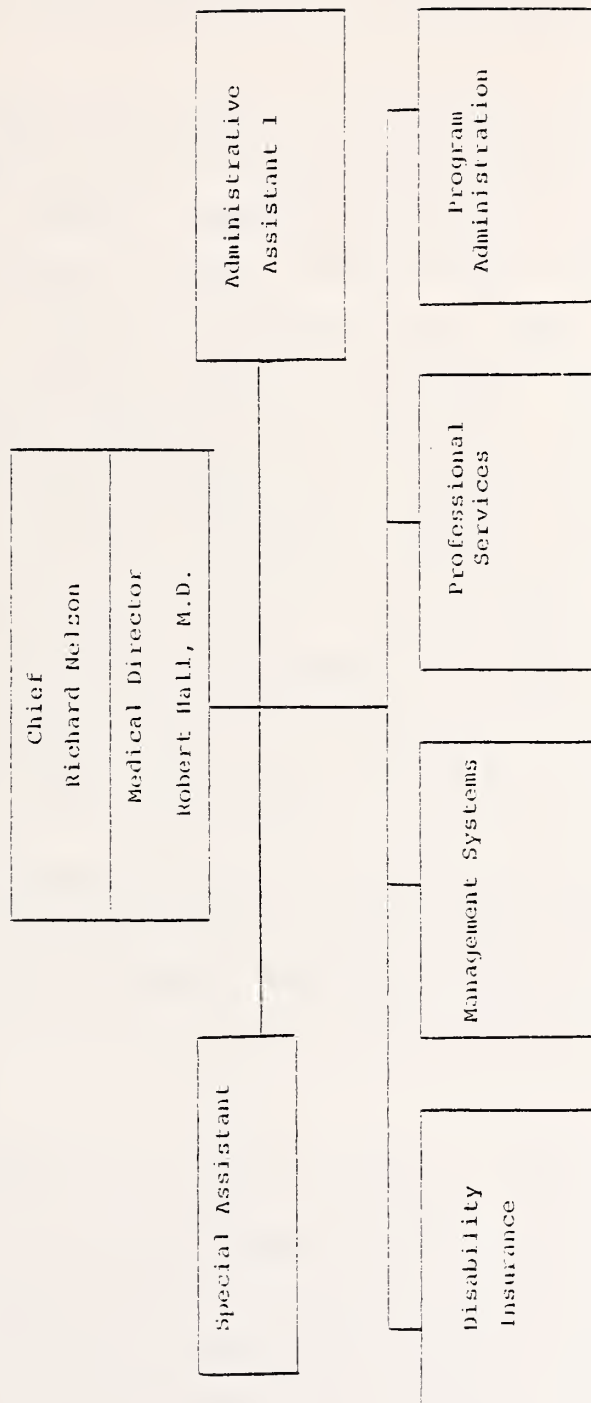


Figure 1. Organizational Chart.



non-emergency hospitalizations. Each such request is reviewed by a physician and approved, modified, or disapproved. Without this prior authorization, an otherwise valid claim cannot be paid.

During Fiscal Year 1976, a total of \$11,919,682 of state and local administrative and training costs were reported as computable for federal funding for the OA-41 reports. Adjustments in subsequent quarters reduced this total to \$11,627,516. The state spent \$888,714 during Fiscal Year 1976 from a Department of Commerce grant to implement its EPSDT program. During the second half of the fiscal year, the state implemented a timekeeping system which identified \$84,248 in costs for its quality control program. Similar costs were incurred during the first half of the year, but there are no records available; because of this lack of records, these costs were charged to the Food Stamp program. In order to include the impact of the quality control program for the entire fiscal year, administrative costs were increased by \$84,248. Total administrative costs analyzed in this report are \$12,600,478.

As part of the analysis of administrative costs, the percentage of administrative costs to medical assistance payments (MAP) is calculated. Medical assistance payments for Fiscal Year 1976, as reported on the OA-41 reports, totalled \$175,400,000.

The primary data collection goals were to complete the cells of the Cost and Revenue Matrices. The data for these cells were obtained from indepth interviews with the Medicaid staff responsible for the various functional areas. Each area of the organization was allocated to the appropriate functional area; each functional area was allocated to the appropriate federal financial participation (FFP) percentage. The data were coded and entered into a computer terminal, and the Cost and Revenue Matrices were produced.



## CHAPTER III

### TEST RESULTS



## CHAPTER III

### TEST RESULTS

#### COST MATRIX

The Cost Matrix for Medicaid Administrative Costs for the State of Washington during Fiscal Year 1976 is set forth as Appendix A. Several summaries of the data in the Cost Matrix are included in this section of the report.

#### Summary of Costs by Functional Area

A Summary of Costs by Functional Area is set forth in Table 1. As shown in this table, 40.5 percent of the total administrative costs of \$12,600,478 was spent in administering recipient services, primarily eligibility determination. An additional 22.3 percent was spent for claims processing, and 18.8 percent of total costs was spent on administration of provider services. An additional 7.7 percent was allocated to surveillance and utilization review, and 7.0 percent to general administration. The remaining 4.2 percent was allocated to the four other functional areas.

During Fiscal Year 1976, an average of 285,580 recipients was enrolled in Washington's Medicaid program\*; average

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\* To assure comparability across states, the number of recipients was obtained from Medicaid Statistics, DHEW Publication No. SRS 77-0353. 1974 figures were the most recent available for Washington. The number of recipients provided by state officials was smaller, but was not used because the definition used by each state differed.





TABLE 1

SUMMARY OF MEDICAID ADMINISTRATIVE COSTS BY FUNCTIONAL AREA  
STATE OF WASHINGTON  
(July 1, 1975 through June 30, 1976)

| Functional Area                     | Full-Time<br>Equivalent<br>Positions | C O S T S   |           |                                  |             |              | Percentage<br>of<br>Total Costs |
|-------------------------------------|--------------------------------------|-------------|-----------|----------------------------------|-------------|--------------|---------------------------------|
|                                     |                                      | Personnel   | Travel    | Electronic<br>Data<br>Processing | Other       | Total        |                                 |
| General Administration              | 23.9                                 | \$ 448,078  | \$ 37,261 | \$178,441                        | \$213,424   | \$ 877,204   | 7.0%                            |
| Training                            | .7                                   | 12,722      | -         | -                                | 7,141       | 19,863       | 0.2                             |
| Recipient Services                  | 312.4                                | 4,062,552   | 454,627   | 59,480                           | 525,138     | 5,101,797    | 40.5                            |
| Provider Services                   | 125.5                                | 1,636,313   | 115,157   | -                                | 618,894     | 2,370,364    | 18.8                            |
| Claims Processing                   | 108.2                                | 1,151,702   | 18,102    | 812,721                          | 813,328     | 2,815,853    | 22.3                            |
| Surveillance and Utilization Review | 35.7                                 | 726,492     | 72,060    | 118,960                          | 52,662      | 968,154      | 7.7                             |
| Third-Party Liability               | 6.6                                  | 77,721      | 4,064     | -                                | 16,253      | 98,040       | 0.8                             |
| Fraud Control                       | .1                                   | 1,972       | 430       | -                                | 143         | 2,545        | -                               |
| Cost Settlement                     | 15.3                                 | 260,711     | 26,657    | -                                | 59,290      | 346,658      | 2.7                             |
| TOTAL COSTS                         | 648.4                                | \$8,376,265 | \$728,138 | \$1,189,602                      | \$2,306,273 | \$12,600,478 |                                 |
| PERCENT OF TOTAL COSTS              |                                      | 66.5%       | 5.8%      | 9.4%                             | 18.3%       |              | 100.0%                          |



administrative cost per recipient was \$44.12. A total of 5,068,796 claims was paid; total costs of claims processing of \$2,815,853 yields an average cost per claim of 56 cents. The cost of \$4,762,562 for eligibility determination (as shown on line 3.A. of the Cost Matrix, Appendix A) yields a cost per recipient of \$16.68 for eligibility determination.

A total of 648.4 full-time equivalent (FTE) personnel was allocated to the nine functional areas. About half of these FTEs (332.4) were allocated to recipient services. A total of 125.5 FTEs were assigned to provider services and 108.2 FTEs were allocated to claims processing. The remaining 82.3 FTEs were distributed to the other six functional areas.

Average personnel costs (salaries and fringe benefits) for administration of the Washington Medicaid program during Fiscal Year 1976 were 12,918. For each functional area, average personnel costs ranged from \$20,337 to \$10,643.

| <u>Functional Area</u>                 | <u>Average Personnel Costs</u> |
|--|--------------------------------|
| Surveillance and<br>Utilization Review | \$20,337                       |
| General Administration                 | 18,764                         |
| Training                               | 17,192                         |
| Cost Settlement                        | 17,108                         |
| Fraud Control                          | 14,086                         |
| Provider Services                      | 13,038                         |
| Recipient Services                     | 12,221                         |
| Third-Party Liability                  | 11,723                         |
| Claims Processing                      | 10,643                         |

Personnel costs accounted for 66.5 percent of total administrative costs for all functional areas. The state spent 9.4 percent for electronic data processing, 5.8 percent for travel, and 18.3 percent for all other costs.



### Summary of Costs by FFP Percentage

Table 2 contains a Summary of Costs by Federal Financial Participation (FFP) Percentage. As shown in this table, 68.9 percent of total administrative costs was allocated to functions with a 50% FFP. Because of its use of physicians and other medical professionals, as well as its approved Medicaid Management Information System (MMIS), the state had 18.0 percent of total costs reimbursed at 75%. A total of 4.8 percent of administrative costs was fully reimbursed, while 7.7 percent received no reimbursement from the Federal Title XIX program (however, these expenses were extensively reimbursed by other federal programs).

### Summary of Administrative Costs by Type of Provider

A Summary of Costs by Type of Provider is set forth in Table 3. As shown in this table, 57.2 percent of the FTEs in provider services was allocated to the EPSDT program, and an additional 27.7 percent of total FTEs was assigned to long-term care facilities. A majority of the 10.1 percent of other provider services FTEs was involved with the mental health program. The remaining 5.5 percent of total FTEs was allocated to four types of providers (physicians, pharmacies, hospitals and dentists), while the other four provider types received no measurable service.

More than four-fifths of the total number of FTEs allocated to provider services were either fully funded by the Federal Title XIX program (27.7 percent) or not funded at all (53.8 percent) by this program. (Most of these FTEs were fully funded by a federal grant for the EPSDT program from the U.S. Department of Commerce.) A total of 11.2 percent was funded at the 75% rate, while the 50% rate had the smallest percentage (7.3 percent).



TABLE 2

SUMMARY OF MEDICAID ADMINISTRATIVE COSTS BY FFP  
STATE OF WASHINGTON  
(July 1, 1975 through June 30, 1976)

| Description                       | FEDERAL FINANCIAL PARTICIPATION (FFP) PERCENTAGE |          |             |             |           |              |
|-----------------------------------|--|----------|-------------|-------------|-----------|--------------|
|                                   | 100%   | 90%      | 75%         | 50%         | 0%        | Total        |
| Full-Time<br>Equivalent Positions | 34.8   | 1.0      | 68.5        | 472.2       | 39.9      | 616.4        |
| Costs:                            |  |          |             |             |           |              |
| Personnel                         | \$535,234  | \$23,597 | \$1,334,482 | \$5,774,620 | \$708,332 | \$8,376,265  |
| Travel                            | 64,515   | 458      | 108,359     | 535,622     | 19,384    | 728,338      |
| Electronic Data<br>Processing:    |  |          |             |             |           |              |
| Fiscal Agent                      | -0-  | -0-      | \$584,482   | -0-         | -0-       | \$ 584,482   |
| State                             | -0-  | -0-      | -0-         | \$605,120   | -0-       | 605,120      |
| Total EDP                         | -0-  | -0-      | \$584,482   | \$605,120   | -0-       | \$1,189,602  |
| Other                             | 1,431  | 52,286   | 235,001     | 1,772,309   | 245,246   | 2,306,273    |
| TOTAL COSTS                       | \$601,180  | \$76,341 | \$2,262,324 | \$8,687,671 | \$972,962 | \$12,600,478 |
| PERCENT OF TOTAL COSTS            | 4.8%   | 0.6%     | 18.0%       | 68.9%       | 7.7%      | 100.0%       |





TABLE 3

SUMMARY OF MEDICAID ADMINISTRATIVE COSTS BY TYPE OF PROVIDER  
STATE OF WASHINGTON  
(July 1, 1975 through June 30, 1976)

| Type of Provider        | FTEs        |             | Total<br>Costs | Percentage<br>of<br>Total Costs |
|-------------------------|-------------|-------------|----------------|---------------------------------|
|                         | Number      | Percent     |                |                                 |
| EPSDT: Patient Care     | 32.6        | 26.0%       | \$ 501,992     | 21.2%                           |
| EPSDT: Administrative   | <u>39.2</u> | <u>31.2</u> | <u>502,000</u> | <u>21.2</u>                     |
| TOTAL EPSDT             | 71.3        | 37.2        | 51,003,992     | 42.1%                           |
| Physician               | 1.4         | 1.1         | 38,793         | 1.6                             |
| Family Planning         | -0-         | -0-         | -0-            | -0-                             |
| Pharmacy                | 0.1         | 0.1         | 2,770          | 0.1                             |
| Pathology and Radiology | -0-         | -0-         | -0-            | -0-                             |
| HMOs                    | -0-         | -0-         | -0-            | -0-                             |
| Clinic                  | -0-         | -0-         | -0-            | -0-                             |
| Hospital                | 3.3         | 3.0         | 117,253        | 5.0                             |
| LTC: MR/IPR             | .1          | .1          | 171,703        | 7.2                             |
| LTC: Other              | <u>34.7</u> | <u>27.7</u> | <u>601,364</u> | <u>25.4</u>                     |
| TOTAL LTC               | 34.8        | 27.8%       | \$773,067      | 32.6%                           |
| Dental                  | 0.9         | 0.7         | 40,555         | 1.7                             |
| Other                   | <u>12.7</u> | <u>10.1</u> | <u>393,934</u> | <u>16.6</u>                     |
| TOTAL                   | 125.5       | 100.0%      | \$2,370,364    | 100.0%                          |
| DISTRIBUTION BY FFP:    |             |             |                |                                 |
| 100% FFP                | 34.7        | 27.7%       | \$ 601,130     | 25.4%                           |
| 90% FFP                 | -           | -           | -              | -                               |
| 75% FFP                 | 14.1        | 11.2        | 356,914        | 15.0                            |
| 50% FFP                 | 9.2         | 7.3         | 523,556        | 22.1                            |
| 0% FFP                  | <u>67.5</u> | <u>53.8</u> | <u>888,714</u> | <u>37.5</u>                     |
| TOTAL                   | 125.5       | 100.0%      | \$2,370,364    | 100.0%                          |



Long-term care facilities received 32.6 percent of the total cost of provider services, primarily because of the facilities certification, medical review, and independent practitioners review programs. The EPSDT program received 42.4 percent of total provider services costs, and 16.6 percent was allocated to other provider types. The remaining 8.4 percent of total costs for provider services was allocated to the four provider types which received services.

A total of 25.4 percent of total provider services administrative costs was fully funded. The remaining costs were funded at the 50% FFP (22.1 percent), the 75% FFP (15.0 percent), or did not receive Federal Title XIX funding (37.5 percent).

#### Federal Share of Costs by Functional Area

A Summary of the Federal Share of Costs by Functional Area is set forth in Table 4. A total of \$6,710,465 was provided by Federal Title XIX funds for its share of administrative costs during Fiscal Year 1976; thus, the Federal Title XIX program supported 53.3 percent of total costs. Total administrative costs were 3.28 percent of total Medical Assistance Payments during the year.

Recipient services received 38.1 percent of federal funds, with 22.6 percent allocated to claims processing. The allocation of federal funds to other functional areas generally followed the allocation of total costs to functional areas.

Of the costs allocated to surveillance and utilization review, 73.0 percent was supported by Federal Title XIX funds. At the other end of the range, federal funds supported 50.1 percent of total costs for recipient services, and the minimum 50.0 percent of federal support occurred in training, third-party liability and fraud control. Federal Title XIX funds supported only 47.7 percent of total administrative costs



TABLE 4

FEDERAL SHARE OF MEDICAID ADMINISTRATIVE  
COSTS BY FUNCTIONAL AREA  
STATE OF WASHINGTON  
(July 1, 1975 through June 30, 1976)

| Functional Area                        | C O S T S                                      |        |         |       |       | Federal (Title XIX)<br>Expenditures as a<br>Percentage of Total<br>Administrative<br>Expenditure in Each<br>Functional Area | Total Expenditure in<br>Each Functional Area<br>as a Percentage of<br>Total Medical<br>Assistance Payments |
|--|--|--------|---------|-------|-------|---|--|
|  | Federal Share of Total<br>Administrative Costs |        | Percent |       |       |   |  |
|  | Amount   |        |         |       |       |   |  |
| General Administration                 | \$ 555,666                                     | 8.3%   |         | 63.3% | .50%  |   |  |
| Training                               | 9,932  | 0.1    |         | 50.0  | .01   |   |  |
| Recipient Services                     | 2,556,813                                      | 38.1   |         | 50.1  | 2.91  |   |  |
| Provider Services                      | 1,130,644                                      | 16.8   |         | 47.7  | 1.35  |   |  |
| Claims Processing                      | 1,516,404                                      | 22.6   |         | 53.9  | 1.60  |   |  |
| Surveillance and<br>Utilization Review | 706,878  | 10.5   |         | 73.0  | .55   |   |  |
| Third-Party Liability                  | 49,020   | 0.7    |         | 50.0  | .06   |   |  |
| Fraud Control                          | 1,273  | -      |         | 50.0  | -     |   |  |
| Cost Settlement                        | 183,838  | 2.7    |         | 53.0  | .20   |   |  |
| TOTAL                                  | \$6,710,465                                    | 100.0% |         | 53.3% | 7.18% |   |  |



allocated to provider services, because of the Department of Commerce grant for the EPSDT programs. If the amount of the Commerce grant is excluded, Title XIX supports 76.3 percent of all other administrative costs for provider services.

The provision of recipient services, primarily eligibility determination, was 2.91 percent of total Medical Assistance Payments (MAP). Expenditures for claims processing equalled 1.60 percent of total MAP, while 1.35 percent of total MAP was allocated to provider services.

#### Administrative Costs as a Function of FFP Percentages

Table 5 summarizes Administrative Costs as a Function of FFP Percentages by Functional Area. For each functional area, costs reimbursed at the 50% FFP rate are set forth, as are the sum of the costs for the higher FFP percentages (75%, 90% and 100%). In total, 68.9 percent of administrative costs was reimbursed at the 50% FFP; 23.4 percent or \$2,939,845 was reimbursed at the higher rates, while 7.7 percent of \$972,962 did not receive any Title XIX funding.

The functional areas which benefited most from the higher FFP percentages were surveillance and utilization review (92.1 percent of costs was matched at a rate greater than the minimum 50% FFP), and general administration (48.2 percent). At the other end of the spectrum, recipient services received only 3.8 percent of costs at the rate greater than the minimum 50% FFP, while training, third-party liability and fraud control were entirely reimbursed at the 50% FFP rate.





TABLE 5

MEDICAID ADMINISTRATIVE COSTS AS A FUNCTION  
OF FFP PERCENTAGES BY FUNCTIONAL AREA  
STATE OF WASHINGTON  
(July 1, 1975 through June 30, 1976)

| Functional Area                        | Administrative Costs by<br>Federal Financial Participation Percentages |         |                         |         |
|--|--|---------|-------------------------|---------|
|  | 50% FFP  |         | 75%, 90%, and 100% FFPs |         |
|  | Amount   | Percent | Amount                  | Percent |
| General Administration                 | \$ 454,752   | 31.8%   | \$ 422,452              | 48.2%   |
| Training                               | 19,863   | 100.0   | -0-                     | -0-     |
| Recipient Services*                    | 4,325,396  | 94.6    | 192,153                 | 3.8     |
| Provider Services*                     | 523,556  | 22.1    | 958,094                 | 40.4    |
| Claims Processing                      | 2,381,944  | 84.6    | 433,909                 | 15.4    |
| Surveillance and<br>Utilization Review | 76,952   | 7.9     | 891,202                 | 92.1    |
| Third-Party Liability                  | 98,040   | 100.0   | -0-                     | -0-     |
| Fraud Control                          | 2,545  | 100.0   | -0-                     | -0-     |
| Cost Settlement                        | 304,623  | 87.9    | 42,035                  | 12.1    |
| TOTAL                                  | \$8,687,671  | 68.9%   | \$2,939,345             | 23.4%   |

\*Note: \$84,248 (or 1.6%) in Recipient Services' costs and \$888,714 (or 37.5%) in Provider Services' costs have 0% FFP.



### Type of Cost as a Percent of Total by Functional Area

The Type of Cost as a Percent of Total by Functional Area is set forth in Table 6. Many of the functional areas have percentages similar to the percentages for total costs. The following exceptions are noted:

- The highest concentrations of personnel costs occurred in recipient services (79.6 percent of total costs), third-party liability (79.3 percent) and fraud control (77.5 percent), reflecting the lack of automation of these functions.
- Only 40.9 percent of total claims processing costs was allocated to personnel, while 29.6 percent was allocated to EDP, because of the relatively high degree of automation in this function. Similarly, only 51.1 percent of total general administration costs was allocated to personnel, while 20.3 percent was allocated to EDP for the same reason.

### REVENUE MATRIX

The Revenue Matrix for Medicaid Administrative Costs for the State of Washington during Fiscal Year 1976 is set forth as Appendix B. These revenues fund the costs set forth in the Cost Matrix, Appendix A. In addition to the revenues received from the Federal Title XIX program, and from the state, revenues were also received from the Department of Commerce grant and from the Federal Food Stamp Program, as previously described in Chapter II, Data Gathering, of this report.

A Summary of Revenues by FFP is set forth in Table 7. Of the total revenues of \$12,600,478, 53.3 percent was provided by the Federal Title XIX program, 39.0 percent was provided



TABLE 6

TYPE OF MEDICAID ADMINISTRATIVE COSTS  
AS A PERCENT OF TOTAL BY FUNCTIONAL AREA  
STATE OF WASHINGTON  
(July 1, 1975 through June 30, 1976)

| Type of Cost | FUNCTIONAL AREA        |          |                    |                   |                   |                                     |                       |               |                 |        |
|--------------|------------------------|----------|--------------------|-------------------|-------------------|-------------------------------------|-----------------------|---------------|-----------------|--------|
|              | General Administration | Training | Recipient Services | Provider Services | Claims Processing | Surveillance and Utilization Review | Third-Party Liability | Fraud Control | Cost Settlement | TOTAL  |
| Personnel    | 51.1%                  | 64.0%    | 79.6%              | 69.0%             | 40.9%             | 74.8%                               | 79.3%                 | 77.5%         | 75.2%           | 66.5%  |
| Travel       | 4.3                    | -0-      | 8.9                | 4.9               | 0.6               | 7.5                                 | 4.1                   | 16.9          | 7.7             | 5.8    |
| EDP          | 20.3                   | -0-      | 1.2                | -0-               | 29.6              | 12.3                                | -0-                   | -0-           | -0-             | 9.4    |
| Other        | 24.3                   | 36.0     | 10.3               | 26.1              | 28.9              | 5.4                                 | 16.6                  | 5.6           | 17.1            | 18.3   |
| TOTAL        | 100.0%                 | 100.0%   | 100.0%             | 100.0%            | 100.0%            | 100.0%                              | 100.0%                | 100.0%        | 100.0%          | 100.0% |



TABLE 7

SUMMARY OF MEDICAID ADMINISTRATIVE REVENUES BY FFP  
STATE OF WASHINGTON  
(July 1, 1975 through June 30, 1976)

| Federal Financial<br>Participation<br>(FFP)<br>Percentage | Federal     |                 |                              | State<br>of<br>Washington | Total        | Percentage<br>of<br>Total |
|---|-------------|-----------------|------------------------------|---------------------------|--------------|---------------------------|
|   | Title XIX   | Food<br>Stamps* | Department<br>of<br>Commerce |                           |              |                           |
| 100%  | \$ 601,180  | \$ -            | \$ -                         | \$ -                      | \$ 601,180   | 4.8%                      |
| 90%   | 68,707      | -               | -                            | 7,634                     | 76,341       | 0.6                       |
| 75%   | 1,696,743   | -               | -                            | 565,581                   | 2,262,324    | 18.0                      |
| 50%   | 4,343,835   | -               | -                            | 4,343,836                 | 8,687,671    | 68.9                      |
| 0%  | -           | 84,248          | 888,714                      | -                         | 972,962      | 7.7                       |
| TOTAL REVENUE   | \$6,710,465 | \$84,248        | \$888,714                    | \$4,917,051               | \$12,600,478 |                           |
| PERCENTAGE OF<br>TOTAL                                    | 53.3%       | 0.7%            | 7.0%                         | 39.0%                     |              | 100.0%                    |

\*See explanation on page 4.





by the state and 7.7 percent was provided by other federal sources. The comments previously set forth in the review of the summaries of the Cost Matrix generally apply to the Revenue Matrix.



APPENDIX A

COST MATRIX FOR MEDICAID ADMINISTRATIVE COSTS  
FOR THE STATE OF WASHINGTON  
DURING FISCAL YEAR 1976



# NG FISCAL YEAR 1976

| TOTAL COST |           |           | FEDERAL<br>DOLLARS | FUNCTIONAL<br>AREA<br>ADMINISTRATIVE<br>COSTS AS A<br>PERCENTAGE OF<br>TOTAL<br>ADMINISTRATIVE<br>COSTS | PERCENT<br>ADMINISTRATIVE<br>COST TO<br>TOTAL<br>MAP | FEDERAL<br>DOLLARS<br>AS A PERCENT<br>OF TOTAL<br>ADMINISTRATIVE<br>COST |
|------------|-----------|-----------|--------------------|---|--|--|
| MEDICAL    | OTHER     | TOTAL     |                    |   |  |  |
| 0          | 54,508    | 54,508    | 27,254             | .43   | .03  | 50.00  |
| 0          | 54,508    | 54,508    | 27,254             | .43   | .03  | 50.00  |
| 0          | 76,341    | 76,341    | 68,707             | .61   | .04  | 90.00  |
| 0          | 35,044    | 35,044    | 17,522             | .28   | .02  | 50.00  |
| 0          | 111,385   | 111,385   | 86,229             | .88   | .06  | 77.42  |
| 126,689    | 219,422   | 346,111   | 259,583            | 2.75  | .20  | 75.00  |
| 0          | 365,200   | 365,200   | 182,600            | 2.90  | .21  | 50.00  |
| 126,689    | 584,622   | 711,311   | 442,183            | 5.65  | .41  | 62.16  |
| 126,689    | 750,515   | 877,204   | 555,666            | 6.96  | .50  | 63.35  |
| 0          | 19,863    | 19,863    | 9,932              | .16   | .01  | 50.00  |
| 0          | 19,863    | 19,863    | 9,932              | .16   | .01  | 50.00  |
| 66,154     | 92,996    | 159,150   | 119,363            | 1.26  | .09  | 75.00  |
| 0          | 4,603,412 | 4,603,412 | 2,301,706          | 36.53   | 2.62   | 50.00  |
| 66,154     | 4,696,408 | 4,762,562 | 2,421,069          | 37.80   | 2.72   | 50.84  |
| 0          | 1,956     | 1,956     | 1,467              | .02   | .00  | 75.00  |
| 0          | 84,543    | 84,543    | 42,272             | .67   | .05  | 50.00  |
| 0          | 84,248    | 84,248    | 0                  | .67   | .05  | .00  |
| 0          | 170,747   | 170,747   | 43,739             | 1.36  | .10  | 25.62  |
| 479        | 30,568    | 31,047    | 23,285             | .25   | .02  | 75.00  |
| 0          | 137,441   | 137,441   | 68,721             | 1.09  | .08  | 50.00  |
| 479        | 168,009   | 168,488   | 92,006             | 1.34  | .10  | 54.61  |
| 66,633     | 5,035,164 | 5,101,797 | 2,556,813          | 40.49   | 2.91   | 50.12  |
| 0          | 12,716    | 12,716    | 9,537              | .10   | .01  | 75.00  |
| 0          | 489,276   | 489,276   | 0                  | 3.88  | .28  | .00  |
| 0          | 501,992   | 501,992   | 9,537              | 3.98  | .29  | 1.90   |
| 0          | 48,838    | 48,838    | 36,629             | .39   | .03  | 75.00  |
| 0          | 53,724    | 53,724    | 26,862             | .43   | .03  | 50.00  |
| 0          | 399,438   | 399,438   | 0                  | 3.17  | .23  | .00  |
| 0          | 502,000   | 502,000   | 63,491             | 3.98  | .29  | 12.65  |
| 0          | 1,003,992 | 1,003,992 | 73,028             | 7.97  | .57  | 7.27   |



APPENDIX A

COST MATRIX FOR MEDICAID ADMINISTRATIVE COST FOR THE STATE OF WASHINGTON DURING FISCAL YEAR 1976

| FUNCTIONAL AREA                   | FTE PERSONS  |        |        | PERSONNEL COST |           |           | TRAVEL COST |         |         | OTHER COST |        |         |         |         | TOTAL COST |           |           | FEDERAL DOLLARS | FUNCTIONAL AREA ADMINISTRATIVE COSTS AS A PERCENTAGE OF TOTAL ADMINISTRATIVE COSTS | PERCENT ADMINISTRATIVE COST TO TOTAL MAP | FEDERAL DOLLARS AS A PERCENT OF TOTAL ADMINISTRATIVE COST |
|-----------------------------------|--------------|--------|--------|----------------|-----------|-----------|-------------|---------|---------|------------|--------|---------|---------|---------|------------|-----------|-----------|-----------------|--|--|---|
|                                   | MEDICAL      | OTHER  | TOTAL  | MEDICAL        | OTHER     | TOTAL     | MEDICAL     | OTHER   | TOTAL   | EOP        |        | MEDICAL | OTHER   | TOTAL   | MEDICAL    | OTHER     | TOTAL     |                 |  |  |   |
|                                   | FISCAL AGENT | STATE  |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 1 GENERAL ADMINISTRATION          |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 1.A FEDERAL STATISTICAL REPORTING |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 60% FFP                           | .00          | 2.67   | 2.67   | 0              | 39,387    | 39,387    | 0           | 523     | 523     | 0          | 0      | 0       | 14,598  | 14,598  | 0          | 54,508    | 54,508    | 27,254          | .43  | .03                                      | 50.00   |
| TOTAL                             | .00          | 2.67   | 2.67   | 0              | 39,387    | 39,387    | 0           | 523     | 523     | 0          | 0      | 0       | 14,598  | 14,598  | 0          | 54,508    | 64,508    | 27,254          | .43  | .03                                      | 50.00   |
| 1.B INFORMATION SYSTEMS PLANNING  |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 90% FFP                           | .00          | .97    | .97    | 0              | 23,597    | 23,597    | 0           | 458     | 458     | 0          | 0      | 0       | 52,286  | 52,286  | 0          | 76,341    | 76,341    | 68,707          | .61  | .04                                      | 90.00   |
| 60% FFP                           | .00          | 1.14   | 1.14   | 0              | 26,308    | 26,308    | 0           | 183     | 183     | 0          | 0      | 0       | 8,553   | 8,553   | 0          | 35,044    | 35,044    | 17,522          | .28  | .02                                      | 60.00   |
| TOTAL                             | .00          | 2.11   | 2.11   | 0              | 49,905    | 49,905    | 0           | 641     | 641     | 0          | 0      | 0       | 60,839  | 60,839  | 0          | 111,385   | 111,385   | 86,229          | .88  | .06                                      | 77.42   |
| 1.C OTHER ADMINISTRATIVE          |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 76% FFP                           | 5.95         | 4.50   | 10.45  | 120,939        | 87,535    | 208,474   | 931         | 13,182  | 14,113  | 87,673     | 0      | 4,819   | 31,032  | 123,524 | 126,689    | 219,422   | 346,111   | 259,583         | 2.75   | .20                                      | 75.00   |
| 50% FFP                           | .00          | 8.65   | 8.65   | 0              | 150,312   | 150,312   | 0           | 21,984  | 21,984  | 0          | 90,768 | 0       | 102,136 | 192,904 | 0          | 365,200   | 365,200   | 182,600         | 2.90   | .21                                      | 50.00   |
| TOTAL                             | 5.95         | 13.15  | 19.10  | 120,939        | 237,847   | 358,786   | 931         | 35,166  | 36,097  | 87,673     | 90,768 | 4,819   | 133,168 | 316,428 | 126,689    | 584,622   | 711,311   | 442,183         | 5.65   | .41                                      | 82.16   |
| TOTAL GENERAL ADMINISTRATION      | 5.95         | 17.93  | 23.88  | 120,939        | 327,139   | 448,078   | 931         | 36,330  | 37,261  | 87,673     | 90,768 | 4,819   | 208,805 | 391,865 | 126,689    | 750,515   | 877,204   | 555,666         | 6.96   | .50                                      | 63.35   |
| 2 TRAINING                        |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 50% FFP                           | .00          | .74    | .74    | 0              | 12,722    | 12,722    | 0           | 0       | 0       | 0          | 0      | 0       | 7,141   | 7,141   | 0          | 19,863    | 19,863    | 9,932           | .16  | .01                                      | 50.00   |
| TOTAL TRAINING                    | .00          | .74    | .74    | 0              | 12,722    | 12,722    | 0           | 0       | 0       | 0          | 0      | 0       | 7,141   | 7,141   | 0          | 19,863    | 19,863    | 9,932           | .16  | .01                                      | 50.00   |
| 3 RECIPIENT SERVICES              |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 3.A ELIGIBILITY:QETERMINATION     |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 76% FFP                           | 6.32         | .00    | 5.32   | 66,154         | 0         | 66,154    | 0           | 239     | 239     | 29,224     | 0      | 0       | 63,533  | 92,757  | 66,164     | 92,996    | 159,150   | 119,363         | 1.26   | .09                                      | 76.00   |
| 50% FFP                           | .00          | 310.50 | 310.50 | 0              | 3,739,334 | 3,739,334 | 0           | 426,457 | 426,457 | 0          | 30,256 | 0       | 407,365 | 437,621 | 0          | 4,603,412 | 4,603,412 | 2,301,706       | 36.63  | 2.62                                     | 50.00   |
| TOTAL                             | 5.32         | 310.50 | 315.82 | 66,154         | 3,739,334 | 3,805,488 | 0           | 426,696 | 426,696 | 29,224     | 30,256 | 0       | 407,898 | 530,378 | 66,154     | 4,696,408 | 4,762,562 | 2,421,069       | 37.80  | 2.72                                     | 50.84   |
| 3.B ELIGIBILITY:QUALITY CONTROL   |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 76% FFP                           | .00          | .08    | .08    | 0              | 1,381     | 1,381     | 0           | 93      | 93      | 0          | 0      | 0       | 482     | 482     | 0          | 1,956     | 1,956     | 1,407           | .02  | .00                                      | 75.00   |
| 60% FFP                           | .00          | 4.45   | 4.45   | 0              | 65,512    | 65,512    | 0           | 3,422   | 3,422   | 0          | 0      | 0       | 15,609  | 15,609  | 0          | 84,543    | 84,543    | 42,272          | .87  | .05                                      | 60.00   |
| 0% FFP                            | .00          | 4.45   | 4.45   | 0              | 65,512    | 65,512    | 0           | 3,422   | 3,422   | 0          | 0      | 0       | 15,314  | 15,314  | 0          | 84,248    | 84,248    | 0               | .67  | .05                                      | .00   |
| TOTAL                             | .00          | 8.98   | 8.98   | 0              | 132,405   | 132,405   | 0           | 6,937   | 6,937   | 0          | 0      | 0       | 31,405  | 31,405  | 0          | 170,747   | 170,747   | 43,739          | 1.36   | .10                                      | 25.02   |
| 3.C OTHER RECIPIENT SERVICES      |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 76% FFP                           | .02          | 1.25   | 1.27   | 336            | 21,584    | 21,920    | 23          | 1,455   | 1,478   | 0          | 0      | 120     | 7,529   | 7,649   | 479        | 30,568    | 31,047    | 23,286          | 26   | .02                                      | 75.00   |
| 60% FFP                           | .00          | 6.36   | 6.36   | 0              | 102,739   | 102,739   | 0           | 19,516  | 19,516  | 0          | 0      | 0       | 15,186  | 15,186  | 0          | 137,441   | 137,441   | 68,721          | 1.09   | .08                                      | 50.00   |
| TOTAL                             | .02          | 7.61   | 7.63   | 336            | 124,323   | 124,659   | 23          | 20,971  | 20,994  | 0          | 0      | 120     | 22,715  | 22,835  | 479        | 168,009   | 168,488   | 92,006          | 1.34   | .10                                      | 54.61   |
| TOTAL RECIPIENT SERVICES          | 5.34         | 327.09 | 332.43 | 66,490         | 3,996,062 | 4,062,552 | 23          | 454,604 | 454,627 | 29,224     | 30,256 | 120     | 525,018 | 584,618 | 66,633     | 5,035,164 | 5,101,797 | 2,566,813       | 40.49  | 2.91                                     | 50.12   |
| 4 PROVIDER SERVICES               |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 4.A EPSOT:PATIENT CARE            |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 75% FFP                           | .00          | .52    | .52    | 0              | 8,979     | 8,979     | 0           | 605     | 605     | 0          | 0      | 0       | 3,132   | 3,132   | 0          | 12,716    | 12,716    | 9,637           | .10  | .01                                      | 75.00   |
| 0% FFP                            | .00          | 32.00  | 32.00  | 0              | 339,808   | 339,808   | 0           | 5,138   | 5,138   | 0          | 0      | 0       | 144,330 | 144,330 | 0          | 489,276   | 489,276   | 0               | 3.88   | .28                                      | .00   |
| TOTAL                             | .00          | 32.52  | 32.52  | 0              | 348,787   | 348,787   | 0           | 5,743   | 5,743   | 0          | 0      | 0       | 147,462 | 147,462 | 0          | 501,992   | 501,992   | 9,637           | 3.98   | .29                                      | 1.00  |
| 4.B EPSDT:ADMINISTRATIVE          |              |        |        |                |           |           |             |         |         |            |        |         |         |         |            |           |           |                 |  |  |   |
| 76% FFP                           | .00          | 2.20   | 2.20   | 0              | 33,026    | 33,026    | 0           | 2,561   | 2,561   | 0          | 0      | 0       | 13,251  | 13,251  | 0          | 48,838    | 48,838    | 36,629          | .39  | .03                                      | 75.00   |
| 60% FFP                           | .00          | 1.60   | 1.60   | 0              | 31,435    | 31,435    | 0           | 258     | 258     | 0          | 0      | 0       | 22,031  | 22,031  | 0          | 53,724    | 53,724    | 26,862          | .43  | .03                                      | 50.00   |
| 0% FFP                            | .00          | 35.44  | 35.44  | 0              | 303,012   | 303,012   | 0           | 10,824  | 10,824  | 0          | 0      | 0       | 85,602  | 85,602  | 0          | 399,438   | 399,438   | 0               | 3.17   | .23                                      | .00   |
| TOTAL                             | .00          | 39.24  | 39.24  | 0              | 367,473   | 367,473   | 0           | 13,643  | 13,643  | 0          | 0      | 0       | 120,884 | 120,884 | 0          | 502,000   | 602,000   | 63,491          | 3.08   | .29                                      | 12.05   |
| TOTAL EPSOT                       | .00          | 71.76  | 71.76  | 0              | 716,260   | 716,260   | 0           | 19,386  | 19,386  | 0          | 0      | 0       | 268,346 | 268,346 | 0          | 1,003,992 | 1,003,992 | 73,028          | 7.97   | .57                                      | 7.27  |





## COST M

| FUNCTIONAL AREA             | FTE PERSONS |        |        | PERSONNEL COST |           |
|-----------------------------|-------------|--------|--------|----------------|-----------|
|                             | MEDICAL     | OTHER  | TOTAL  | MEDICAL        | OTHER     |
| 4.C PHYSICIAN               |             |        |        |                |           |
| 75% FFP                     | .40         | 1.00   | 1.40   | 6,734          | 16,836    |
| 50% FFP                     | .00         | .00    | .00    | 0              | 0         |
| TOTAL                       | .40         | 1.00   | 1.40   | 6,734          | 16,836    |
| 4.D FAMILY PLANNING         | .00         | .00    | .00    | 0              | 0         |
| 4.E PHARMACY                |             |        |        |                |           |
| 75% FFP                     | .10         | .00    | .10    | 1,683          | 0         |
| 50% FFP                     | .00         | .00    | .00    | 0              | 0         |
| TOTAL                       | .10         | .00    | .10    | 1,683          | 0         |
| 4.F PATHOLOGY AND RADIOLOGY | .00         | .00    | .00    | 0              | 0         |
| 4.G HMO'S                   | .00         | .00    | .00    | 0              | 0         |
| 4.H CLINICS                 | .00         | .00    | .00    | 0              | 0         |
| 4.I HOSPITALS               |             |        |        |                |           |
| 75% FFP                     | .25         | 3.60   | 3.85   | 5,076          | 70,315    |
| 50% FFP                     | .00         | .00    | .00    | 0              | 0         |
| TOTAL                       | .35         | 3.60   | 3.85   | 5,076          | 70,315    |
| 4.J LTC:MR-IPR              |             |        |        |                |           |
| 75% FFP                     | .05         | .00    | .05    | 841            | 0         |
| 50% FFP                     | .00         | .00    | .00    | 0              | 0         |
| TOTAL                       | .05         | .00    | .05    | 841            | 0         |
| 4.K LTC:OTHER               |             |        |        |                |           |
| 100% FFP                    | 19.23       | 15.52  | 34.75  | 341,343        | 193,891   |
| 50% FFP                     | .00         | .00    | .00    | 0              | 0         |
| TOTAL                       | 19.23       | 15.52  | 34.75  | 341,343        | 193,891   |
| TOTAL LONG TERM CARE        | 19.28       | 15.52  | 34.80  | 342,184        | 193,891   |
| 4.L DENTAL                  |             |        |        |                |           |
| 75% FFP                     | .90         | .00    | .90    | 30,769         | 0         |
| 50% FFP                     | .00         | .00    | .00    | 0              | 0         |
| TOTAL                       | .90         | .00    | .90    | 30,769         | 0         |
| 4.M OTHER SERVICES          |             |        |        |                |           |
| 75% FFP                     | .25         | 4.85   | 5.10   | 5,247          | 75,927    |
| 50% FFP                     | .00         | 7.58   | 7.58   | 0              | 171,391   |
| TOTAL                       | .25         | 12.43  | 12.68  | 5,247          | 247,318   |
| TOTAL PROVIDER SERVICES     | 21.18       | 104.31 | 125.49 | 391,693        | 1,244,620 |



APPENDIX A (Continued)

COST MATRIX FOR MEDICAID ADMINISTRATIVE COST FOR THE STATE OF WASHINGTON DURING FISCAL YEAR 1976

| FUNCTIONAL AREA             | FTE PERSONS |        |        | PERSONNEL COST |           |           | TRAVEL COST |         |         | OTHER COST   |       |         |         |         | TOTAL COST |           |           | FEDERAL DOLLARS | FUNCTIONAL AREA ADMINISTRATIVE COSTS AS A PERCENTAGE OF TOTAL ADMINISTRATIVE COSTS | PERCENT ADMINISTRATIVE COST TO TOTAL MAP | FEDERAL DOLLARS AS A PERCENT OF TOTAL ADMINISTRATIVE COST |
|-----------------------------|-------------|--------|--------|----------------|-----------|-----------|-------------|---------|---------|--------------|-------|---------|---------|---------|------------|-----------|-----------|-----------------|--|--|---|
|                             | MEDICAL     | DOTHER | TDOTAL | MEDICAL        | DOTHER    | TDOTAL    | MEDICAL     | DOTHER  | TDOTAL  | FISCAL AGENT | STATE | MEDICAL | DOTHER  | TDOTAL  | MEDICAL    | DOTHER    | TDOTAL    |                 |  |  |   |
| 4.C PHYSICIAN               |             |        |        |                |           |           |             |         |         |              |       |         |         |         |            |           |           |                 |  |  |   |
| 75% FFP                     | .40         | 1.00   | 1.40   | 6,734          | 16,836    | 23,570    | 466         | 1,164   | 1,630   | 0            | 0     | 2,409   | 6,023   | 8,432   | 9,609      | 24,023    | 33,632    | 25,224          | .27  | .02                                      | 76.00   |
| 60% FFP                     | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 5,161   | 5,161   | 0          | 5,161     | 5,161     | 2,681           | .04  | .00                                      | 50.00   |
| TDOTAL                      | .40         | 1.00   | 1.40   | 6,734          | 16,836    | 23,570    | 466         | 1,164   | 1,630   | 0            | 0     | 2,409   | 11,184  | 13,593  | 9,609      | 29,184    | 38,793    | 27,805          | .31  | .02                                      | 71.67   |
| 4.D FAMILY PLANNING         | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 0       | 0       | 0          | 0         | 0         | 0               | .00  | .00                                      | .00   |
| 4.E PHARMACY                |             |        |        |                |           |           |             |         |         |              |       |         |         |         |            |           |           |                 |  |  |   |
| 75% FFP                     | .10         | .00    | .10    | 1,683          | 0         | 1,683     | 116         | 0       | 116     | 0            | 0     | 602     | 0       | 602     | 2,401      | 0         | 2,401     | 1,801           | .02  | .00                                      | 76.00   |
| 60% FFP                     | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 369     | 369     | 0          | 369       | 369       | 185             | .00  | .00                                      | 50.00   |
| TOTAL                       | .10         | .00    | .10    | 1,683          | 0         | 1,683     | 116         | 0       | 116     | 0            | 0     | 602     | 369     | 971     | 2,401      | 369       | 2,770     | 1,985           | .02  | .00                                      | 71.67   |
| 4.F PATHDLDGY AND RADIDLDGY | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 0       | 0       | 0          | 0         | 0         | 0               | .00  | .00                                      | .00   |
| 4.G HMD'S                   | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 0       | 0       | 0          | 0         | 0         | 0               | .00  | .00                                      | .00   |
| 4.H CLINICS                 | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 0       | 0       | 0          | 0         | 0         | 0               | .00  | .00                                      | .00   |
| 4.I HDSPITALS               |             |        |        |                |           |           |             |         |         |              |       |         |         |         |            |           |           |                 |  |  |   |
| 75% FFP                     | .25         | 3.60   | 3.85   | 5,076          | 70,315    | 75,391    | 291         | 4,190   | 4,481   | 0            | 0     | 1,506   | 21,683  | 23,189  | 6,873      | 96,188    | 103,061   | 77,296          | .82  | .00                                      | 75.00   |
| 50% FFP                     | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 14,192  | 14,192  | 0          | 14,192    | 14,192    | 7,096           | .11  | .01                                      | 50.00   |
| TOTAL                       | .35         | 3.60   | 3.85   | 5,076          | 70,315    | 75,391    | 291         | 4,190   | 4,481   | 0            | 0     | 1,506   | 35,875  | 37,381  | 6,873      | 110,380   | 117,253   | 84,392          | .93  | .07                                      | 71.07   |
| 4.J LTC/MR-IPR              |             |        |        |                |           |           |             |         |         |              |       |         |         |         |            |           |           |                 |  |  |   |
| 75% FFP                     | .05         | .00    | .05    | 841            | 0         | 841       | 58          | 0       | 58      | 0            | 0     | 301     | 0       | 301     | 1,200      | 0         | 1,200     | 900             | .01  | .00                                      | 75.00   |
| 50% FFP                     | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 170,503 | 170,503 | 0          | 170,603   | 170,503   | 86,262          | 1.35   | .10                                      | 50.00   |
| TOTAL                       | .05         | .00    | .05    | 841            | 0         | 841       | 58          | 0       | 58      | 0            | 0     | 301     | 170,503 | 170,804 | 1,200      | 170,503   | 171,703   | 86,162          | 1.30   | .10                                      | 50.17   |
| 4.K LTC/OTHER               |             |        |        |                |           |           |             |         |         |              |       |         |         |         |            |           |           |                 |  |  |   |
| 100% FFP                    | 19.23       | 15.52  | 34.75  | 341,343        | 193,891   | 535,234   | 0           | 64,515  | 64,515  | 0            | 0     | 0       | 1,431   | 1,431   | 341,343    | 259,837   | 601,180   | 501,180         | 4.77   | .34                                      | 100.00  |
| 50% FFP                     | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 184     | 184     | 0          | 184       | 184       | 02              | .00  | .00                                      | 50.00   |
| TDOTAL                      | 19.23       | 15.52  | 34.75  | 341,343        | 193,891   | 535,234   | 0           | 64,515  | 64,515  | 0            | 0     | 0       | 1,615   | 1,615   | 341,343    | 260,021   | 601,364   | 601,212         | 4.77   | .34                                      | 09.98   |
| TDOTAL LDNG TERM CARE       | 19.28       | 15.52  | 34.80  | 342,184        | 193,891   | 536,075   | 58          | 64,515  | 64,573  | 0            | 0     | 301     | 172,118 | 172,419 | 342,543    | 430,624   | 773,067   | 587,424         | 5.14   | .44                                      | 88.92   |
| 4.L DENTAL                  |             |        |        |                |           |           |             |         |         |              |       |         |         |         |            |           |           |                 |  |  |   |
| 75% FFP                     | .90         | .00    | .90    | 30,769         | 0         | 30,769    | 1,047       | 0       | 1,047   | 0            | 0     | 5,421   | 0       | 5,421   | 37,237     | 0         | 37,237    | 27,928          | .30  | .02                                      | 76.00   |
| 60% FFP                     | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0            | 0     | 0       | 3,318   | 3,318   | 0          | 3,318     | 3,318     | 1,669           | .03  | .00                                      | 50.00   |
| TDOTAL                      | .90         | .00    | .90    | 30,769         | 0         | 30,769    | 1,047       | 0       | 1,047   | 0            | 0     | 5,421   | 3,318   | 8,739   | 37,237     | 3,318     | 40,655    | 29,687          | .32  | .02                                      | 72.05   |
| 4.M DOTHER SERVICES         |             |        |        |                |           |           |             |         |         |              |       |         |         |         |            |           |           |                 |  |  |   |
| 75% FFP                     | .25         | 4.85   | 5.10   | 5,247          | 75,927    | 81,174    | 291         | 5,645   | 5,936   | 0            | 0     | 1,506   | 29,213  | 30,719  | 7,044      | 110,785   | 117,829   | 88,372          | .04  | .07                                      | 75.00   |
| 60% FFP                     | .00         | 7.68   | 7.58   | 0              | 171,391   | 171,391   | 0           | 17,988  | 17,988  | 0            | 0     | 0       | 86,726  | 86,726  | 0          | 276,105   | 276,105   | 138,063         | 2.10   | .16                                      | 50.00   |
| TOTAL                       | .25         | 12.43  | 12.68  | 5,247          | 247,318   | 252,565   | 291         | 23,633  | 23,924  | 0            | 0     | 1,506   | 115,939 | 117,445 | 7,044      | 386,890   | 393,934   | 226,424         | 3.13   | .22                                      | 67.48   |
| TDOTAL PRDVIDER SERVICES    | 21.18       | 104.31 | 125.49 | 391,693        | 1,244,620 | 1,536,313 | 2,269       | 112,888 | 115,157 | 0            | 0     | 11,745  | 607,149 | 618,894 | 405,707    | 1,964,657 | 2,370,364 | 1,130,844       | 18.81  | 1.35                                     | 47.70   |

## APPENDIX A (Continued)

### MATRIX FOR MEDICAID ADMINISTRATIVE COST FOR THE STATE OF WASHINGTON DURING FISCAL

| TOTAL  | TRAVEL COST |         |         | OTHER COST   |       |         |         |         |
|--------|-------------|---------|---------|--------------|-------|---------|---------|---------|
|        | MEDICAL     | OTHER   | TOTAL   | EDP          |       | MEDICAL | OTHER   | TOTAL   |
|        |             |         |         | FISCAL AGENT | STATE |         |         |         |
| 23,570 | 466         | 1,164   | 1,630   | 0            | 0     | 2,409   | 6,023   | 8,432   |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 5,161   | 5,161   |
| 23,570 | 466         | 1,164   | 1,630   | 0            | 0     | 2,409   | 11,184  | 13,593  |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 0       | 0       |
| 1,683  | 116         | 0       | 116     | 0            | 0     | 602     | 0       | 602     |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 369     | 369     |
| 1,683  | 116         | 0       | 116     | 0            | 0     | 602     | 369     | 971     |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 0       | 0       |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 0       | 0       |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 0       | 0       |
| 75,391 | 291         | 4,190   | 4,481   | 0            | 0     | 1,506   | 21,683  | 23,189  |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 14,192  | 14,192  |
| 75,391 | 291         | 4,190   | 4,481   | 0            | 0     | 1,506   | 35,875  | 37,381  |
| 841    | 58          | 0       | 58      | 0            | 0     | 301     | 0       | 301     |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 170,503 | 170,503 |
| 841    | 58          | 0       | 58      | 0            | 0     | 301     | 170,503 | 170,804 |
| 5,234  | 0           | 64,515  | 64,515  | 0            | 0     | 0       | 1,431   | 1,431   |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 184     | 184     |
| 5,234  | 0           | 64,515  | 64,515  | 0            | 0     | 0       | 1,615   | 1,615   |
| 6,075  | 58          | 64,515  | 64,573  | 0            | 0     | 301     | 172,118 | 172,419 |
| 0,769  | 1,047       | 0       | 1,047   | 0            | 0     | 5,421   | 0       | 5,421   |
| 0      | 0           | 0       | 0       | 0            | 0     | 0       | 3,318   | 3,318   |
| 0,769  | 1,047       | 0       | 1,047   | 0            | 0     | 5,421   | 3,318   | 8,739   |
| 31,174 | 291         | 5,645   | 5,936   | 0            | 0     | 1,506   | 29,213  | 30,719  |
| 71,391 | 0           | 17,988  | 17,988  | 0            | 0     | 0       | 86,726  | 86,726  |
| 32,565 | 291         | 23,633  | 23,924  | 0            | 0     | 1,506   | 115,939 | 117,445 |
| 36,313 | 2,269       | 112,888 | 115,157 | 0            | 0     | 11,745  | 607,149 | 618,894 |

AR 1976

| TOTAL COST |            |            | FEDERAL<br>DOLLARS | FUNCTIONAL<br>AREA<br>ADMINISTRATIVE<br>COSTS AS A<br>PERCENTAGE OF<br>TOTAL<br>ADMINISTRATIVE<br>COSTS | PERCENT<br>ADMINISTRATIVE<br>COST TO<br>TOTAL<br>MAP | FEDERAL<br>DOLLARS<br>AS A PERCENT<br>OF TOTAL<br>ADMINISTRATIVE<br>COST |
|------------|------------|------------|--------------------|---|--|--|
| EDICAL     | OTHER      | TOTAL      |                    |   |  |  |
| 24,772     | 409,137    | 433,909    | 325,432            | 3.44  | .25  | 75.00  |
| 0          | 2,381,944  | 2,381,944  | 1,190,972          | 18.90   | 1.36   | 50.00  |
| 24,722     | 2,791,081  | 1,815,853  | 1,516,404          | 22.35   | 1.61   | 53.85  |
| 83,415     | 707,787    | 891,202    | 668,402            | 7.07  | .51  | 75.00  |
| 0          | 76,952     | 76,952     | 38,476             | .61   | .04  | 50.00  |
| 83,415     | 784,739    | 968,154    | 706,878            | 7.68  | .55  | 73.01  |
| 0          | 98,040     | 98,040     | 49,020             | .78   | .06  | 50.00  |
| 0          | 98,040     | 98,040     | 49,020             | .78   | .06  | 50.00  |
| 0          | 0          | 0          | 0                  | .00   | .00  | .00  |
| 0          | 2,545      | 2,545      | 1,273              | .02   | .00  | 50.00  |
| 0          | 2,545      | 2,545      | 1,273              | .02   | .00  | 50.00  |
| 0          | 0          | 0          | 0                  | .00   | .00  | .00  |
| 0          | 2,545      | 2,545      | 1,273              | .02   | .00  | 50.00  |
| 36,454     | 5,581      | 42,035     | 31,526             | .33   | .02  | 75.00  |
| 0          | 66,797     | 66,797     | 33,399             | .53   | .04  | 50.00  |
| 36,454     | 72,378     | 108,832    | 64,925             | .86   | .06  | 59.66  |
| 0          | 237,826    | 237,826    | 118,913            | 1.89  | .14  | 50.00  |
| 0          | 237,826    | 237,826    | 118,913            | 1.89  | .14  | 50.00  |
| 36,454     | 310,204    | 310,658    | 183,838            | 2.75  | .20  | 53.03  |
| 1,343      | 259,180    | 601,180    | 601,180            | 4.77  | .34  | 100.00   |
| 0          | 76,341     | 76,341     | 68,707             | .61   | .04  | 90.00  |
| 2,327      | 1,759,997  | 2,262,324  | 1,696,743          | 17.95   | 1.29   | 75.00  |
| 0          | 8,687,671  | 8,687,671  | 4,343,836          | 68.95   | 4.95   | 50.00  |
| 3,670      | 10,783,846 | 11,627,516 | 6,710,465          | 92.28   | 6.63   | 57.71  |
| 0          | 972,962    | 972,962    | 0                  | 7.72  | .55  | .00  |
| 3,670      | 11,756,808 | 12,600,478 | 6,710,465          | 100.00  | 7.18   | 53.26  |
| 0          | 175,400    | 175,400    |                    |   |  |  |
| 844        | 187,157    | 188,000    |                    |   |  |  |



# APPENDIX A (Concluded)

## COST MATRIX FOR MEDICAID ADMINISTRATIVE COST FOR THE STATE OF WASHINGTON DURING FISCAL YEAR 1976

| FUNCTIONAL AREA                               | FTE PERSONS |        |        | PERSONNEL COST |           |           | TRAVEL COST |         |         | OTHER COST |         |         |           |           | TOTAL COST |            |            | FEDERAL DOLLARS | FUNCTIONAL AREA ADMINISTRATIVE COSTS AS A PERCENTAGE OF TOTAL ADMINISTRATIVE COSTS | PERCENT ADMINISTRATIVE COST TO TOTAL MAP | FEDERAL DOLLARS AS A PERCENT OF TOTAL ADMINISTRATIVE COST |
|---|-------------|--------|--------|----------------|-----------|-----------|-------------|---------|---------|------------|---------|---------|-----------|-----------|------------|------------|------------|-----------------|--|--|---|
|   | MEDICAL     | OTHER  | TOTAL  | MEDICAL        | OTHER     | TOTAL     | MEDICAL     | OTHER   | TOTAL   | EDP        |         | MEDICAL | OTHER     | TOTAL     | MEDICAL    | OTHER      | TOTAL      |                 |  |  |   |
|   |             |        |        |                |           |           |             |         |         | FISCAL     | AGENT   | STATE   |           |           |            |            |            |                 |  |  |   |
| 6 CLAIMS PROCESSING                           |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 75% FFP                                       | .64         | .00    | .64    | 20,174         | 0         | 20,174    | 744         | 0       | 744     | 409,137    | 0       | 3,854   | 0         | 412,991   | 24,772     | 409,137    | 433,909    | 325,432         | 3.44   | .26                                      | 75.00   |
| 50% FFP                                       | .00         | 107.57 | 107.57 | 0              | 1,131,528 | 1,131,528 | 0           | 17,358  | 17,358  | 0          | 423,584 | 0       | 809,474   | 1,233,058 | 0          | 2,381,944  | 2,381,944  | 1,190,972       | 19.90  | 1.36                                     | 50.00   |
| TOTAL CLAIMS PROCESSING                       | .64         | 107.57 | 108.21 | 20,174         | 1,131,528 | 1,151,702 | 744         | 17,358  | 18,102  | 409,137    | 423,584 | 3,854   | 809,474   | 1,646,049 | 24,772     | 2,791,081  | 1,815,853  | 1,516,404       | 22.35  | 1.61                                     | 53.85   |
| 8 SURVEILLANCE AND UTILIZATION REVIEW         |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 75% FFP                                       | 4.46        | 31.14  | 35.60  | 151,361        | 573,131   | 724,492   | 5,190       | 66,850  | 72,040  | 58,448     | 0       | 26,864  | 9,358     | 94,670    | 183,415    | 707,787    | 891,202    | 668,402         | 7.07   | .51                                      | 75.00   |
| 50% FFP                                       | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0          | 60,512  | 0       | 16,440    | 76,952    | 0          | 76,952     | 76,952     | 38,476          | .61  | .04                                      | 50.00   |
| TOTAL SURVEILLANCE AND UTILIZATION REVIEW     | 4.46        | 31.14  | 35.60  | 151,361        | 573,131   | 724,492   | 5,190       | 66,850  | 72,040  | 58,448     | 60,512  | 26,864  | 25,798    | 171,622   | 183,415    | 784,739    | 968,154    | 706,878         | 7.68   | .55                                      | 73.01   |
| 7 THIRD PARTY LIABILITY                       |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 50% FFP                                       | .00         | 6.63   | 6.63   | 0              | 77,723    | 77,723    | 0           | 4,064   | 4,064   | 0          | 0       | 0       | 16,253    | 16,253    | 0          | 98,040     | 98,040     | 49,020          | .78  | .06                                      | 50.00   |
| TOTAL THIRD PARTY LIABILITY                   | .00         | 6.63   | 6.63   | 0              | 77,723    | 77,723    | 0           | 4,064   | 4,064   | 0          | 0       | 0       | 16,253    | 16,253    | 0          | 98,040     | 98,040     | 49,020          | .78  | .06                                      | 50.00   |
| 8 FRAUD CONTROL                               |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 8.A DETECTION                                 | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0          | 0       | 0       | 0         | 0         | 0          | 0          | 0          | 0               | .00  | .00                                      | .00   |
| 8.B INVESTIGATION                             |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 50% FFP                                       | .00         | .14    | .14    | 0              | 1,972     | 1,972     | 0           | 430     | 430     | 0          | 0       | 0       | 143       | 143       | 0          | 2,545      | 2,645      | 1,273           | .02  | .00                                      | 50.00   |
| TOTAL   | .00         | .14    | .14    | 0              | 1,972     | 1,972     | 0           | 430     | 430     | 0          | 0       | 0       | 143       | 143       | 0          | 2,545      | 2,545      | 1,273           | .02  | .00                                      | 50.00   |
| 8.C PROSECUTION                               | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0          | 0       | 0       | 0         | 0         | 0          | 0          | 0          | 0               | .00  | .00                                      | .00   |
| TOTAL FRAUD CONTROL                           | .00         | .14    | .14    | 0              | 1,972     | 1,972     | 0           | 430     | 430     | 0          | 0       | 0       | 143       | 143       | 0          | 2,545      | 2,545      | 1,273           | .02  | .00                                      | 50.00   |
| 9 COST SETTLEMENT <i>In Settlement Review</i> |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 0.A HOSPITALS                                 |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 75% FFP                                       | 1.00        | .00    | 1.00   | 36,454         | 0         | 36,454    | 0           | 3,218   | 3,218   | 0          | 0       | 0       | 2,363     | 2,363     | 36,454     | 5,581      | 42,036     | 31,526          | .33  | .02                                      | 75.00   |
| 50% FFP                                       | .00         | 2.96   | 2.96   | 0              | 44,111    | 44,111    | 0           | 477     | 477     | 0          | 0       | 0       | 22,209    | 22,209    | 0          | 66,797     | 66,797     | 33,399          | .63  | .04                                      | 50.00   |
| TOTAL   | 1.00        | 2.96   | 3.96   | 36,454         | 44,111    | 80,565    | 0           | 3,695   | 3,695   | 0          | 0       | 0       | 24,572    | 24,572    | 36,454     | 72,378     | 108,832    | 64,925          | .80  | .06                                      | 59.06   |
| 0.B LONG TERM CARE FACILITIES                 |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 50% FFP                                       | .00         | 11.36  | 11.36  | 0              | 180,146   | 180,146   | 0           | 22,962  | 22,962  | 0          | 0       | 0       | 34,718    | 34,718    | 0          | 237,826    | 237,826    | 118,913         | 1.89   | .14                                      | 50.00   |
| TOTAL   | .00         | 11.36  | 11.36  | 0              | 180,146   | 180,146   | 0           | 22,962  | 22,962  | 0          | 0       | 0       | 34,718    | 34,718    | 0          | 237,826    | 237,826    | 118,913         | 1.89   | .14                                      | 50.00   |
| TOTAL COST SETTLEMENT                         | 1.00        | 14.32  | 15.32  | 36,454         | 224,257   | 260,711   | 0           | 26,657  | 26,657  | 0          | 0       | 0       | 59,290    | 59,290    | 36,454     | 310,204    | 310,658    | 183,838         | 2.75   | .20                                      | 53.03   |
| 10 ADMINISTRATIVE TOTALS                      |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 10.A MATCHED                                  |             |        |        |                |           |           |             |         |         |            |         |         |           |           |            |            |            |                 |  |  |   |
| 100% FFP                                      | 19.23       | 15.52  | 34.75  | 341,343        | 193,891   | 535,234   | 0           | 64,515  | 64,515  | 0          | 0       | 0       | 1,431     | 1,431     | 341,343    | 259,180    | 601,180    | 001,180         | 4.77   | .34                                      | 100.00  |
| 00% FFP                                       | .00         | .97    | .97    | 0              | 23,597    | 23,597    | 0           | 458     | 458     | 0          | 0       | 0       | 52,286    | 52,286    | 0          | 78,341     | 76,341     | 68,707          | .61  | .04                                      | 00.00   |
| 75% FFP                                       | 19.34       | 49.14  | 68.48  | 445,768        | 888,714   | 1,334,482 | 9,157       | 99,202  | 108,359 | 584,482    | 0       | 47,402  | 187,599   | 819,483   | 502,327    | 1,759,997  | 2,262,324  | 1,696,743       | 17.95  | 1.29                                     | 75.00   |
| 50% FFP                                       | .00         | 472.35 | 472.35 | 0              | 5,774,620 | 5,774,620 | 0           | 535,622 | 535,622 | 0          | 605,120 | 0       | 2,377,429 | 2,377,429 | 0          | 8,687,671  | 8,687,671  | 4,343,830       | 69.95  | 4.95                                     | 60.00   |
| TOTAL MATCHED                                 | 38.57       | 537.98 | 576.55 | 787,111        | 6,880,822 | 7,667,933 | 9,157       | 699,797 | 708,954 | 584,482    | 605,120 | 47,402  | 2,018,625 | 3,250,629 | 843,670    | 10,783,846 | 11,627,516 | 6,710,405       | 92.28  | 6.63                                     | 57.71   |
| NO FFP  | .00         | 71.89  | 71.89  | 0              | 708,332   | 708,332   | 0           | 19,384  | 19,384  | 0          | 0       | 0       | 245,246   | 245,246   | 0          | 972,962    | 972,962    | 0               | 7.72   | .55                                      | .00   |
| TOTAL ADMINISTRATIVE                          | 38.57       | 609.87 | 648.44 | 787,111        | 7,589,154 | 8,376,265 | 9,157       | 719,181 | 728,338 | 584,482    | 605,120 | 47,402  | 2,258,871 | 3,495,875 | 843,670    | 11,756,808 | 12,600,478 | 8,710,465       | 100.00   | 7.18                                     | 53.26   |
| 11 MAP (+1,000)                               | .00         | .00    | .00    | 0              | 0         | 0         | 0           | 0       | 0       | 0          | 0       | 0       | 175,400   | 175,400   | 0          | 175,400    | 175,400    |                 |  |  |   |
| 12 TDIAL MEDICAID (+1,000)                    | 38.57       | 609.87 | 648.44 | 787            | 7,589     | 8,376     | 9           | 719     | 728     | 584        | 605     | 47      | 177,659   | 178,896   | 844        | 187,157    | 188,000    |                 |  |  |   |





APPENDIX B

REVENUE MATRIX FOR MEDICAID ADMINISTRATIVE COSTS  
FOR THE STATE OF WASHINGTON  
DURING FISCAL YEAR 1976



MEDICAID ADMINISTRATIVE COSTS PROJECT

STATE OF WASHINGTON

SUMMARY OF REVENUE BY FUNCTIONAL AREA AND SOURCE FOR FY 1976

| FUNCTIONAL AREA                    | SOURCE      |                | TOTAL<br>REVENUE |
|------------------------------------|-------------|----------------|------------------|
|                                    | STATE FUNDS | FEDERAL FUNDS* |                  |
| 1. General Administration          |             |                |                  |
| 1.A. Federal Statistical Reporting |             |                |                  |
| 50% FFP                            | \$ 27,254   | \$ 27,254      | \$ 54,508        |
| TOTAL                              | 27,254      | 27,254         | 54,508           |
| 1.B. Information Systems Planning  |             |                |                  |
| 90% FFP                            | 7,634       | 68,707         | 76,341           |
| 50% FFP                            | 17,522      | 17,522         | 35,044           |
| TOTAL                              | 25,156      | 86,229         | 111,385          |
| 1.C. Other Administrative          |             |                |                  |
| 75% FFP                            | 86,528      | 259,583        | 346,111          |
| 50% FFP                            | 182,600     | 182,600        | 365,200          |
| TOTAL                              | 269,128     | 442,183        | 711,311          |
| TOTAL GENERAL ADMINISTRATION       | 321,538     | 555,666        | 877,204          |
| 2. Training                        |             |                |                  |
| 50% FFP                            | 9,931       | 9,932          | 19,863           |
| TOTAL TRAINING                     | 9,931       | 9,932          | 19,863           |
| 3. Recipient Services              |             |                |                  |
| 3.A. Eligibility: Determination    |             |                |                  |
| 75% FFP                            | 39,787      | 119,363        | 159,150          |
| 50% FFP                            | 2,301,706   | 2,301,706      | 4,603,412        |
| TOTAL                              | 2,341,493   | 2,421,069      | 4,762,562        |
| 3.B. Eligibility: Quality Control  |             |                |                  |
| 75% FFP                            | 489         | 1,467          | 1,956            |
| 50% FFP                            | 42,271      | 42,272         | 84,543           |
| 0% FFP                             | 84,248      | 0              | 84,248           |
| TOTAL                              | 127,008     | 43,739         | 170,747          |



| FUNCTIONAL AREA                  | SOURCE      |                | TOTAL<br>REVENUE |
|----------------------------------|-------------|----------------|------------------|
|                                  | STATE FUNDS | FEDERAL FUNDS* |                  |
| 3.C. Other Recipient<br>Services |             |                |                  |
| 75% FFP                          | \$ 7,762    | \$ 23,285      | \$ 31,047        |
| 50% FFP                          | 68,720      | 68,721         | 137,441          |
| TOTAL                            | 76,482      | 92,006         | 168,488          |
| TOTAL RECIPIENT SERVICES         | 2,544,984   | 2,556,813      | 5,101,797        |
| 4. Provider Services             |             |                |                  |
| 4.A. EPSDT: Patient<br>Care      |             |                |                  |
| 75% FFP                          | 3,179       | 9,537          | 12,716           |
| 0% FFP                           | 489,276     | 0              | 489,276          |
| TOTAL                            | 492,455     | 9,537          | 501,992          |
| 4.B. EPSDT:<br>Administrative    |             |                |                  |
| 75% FFP                          | 12,209      | 36,629         | 48,838           |
| 50% FFP                          | 26,862      | 26,862         | 53,724           |
| 0% FFP                           | 399,438     | 0              | 399,438          |
| TOTAL                            | 438,509     | 63,491         | 502,000          |
| TOTAL EPSDT                      | 930,964     | 73,028         | 1,003,992        |
| 4.C. Physician                   |             |                |                  |
| 75% FFP                          | 8,408       | 25,224         | 33,632           |
| 50% FFP                          | 2,580       | 2,581          | 5,161            |
| TOTAL                            | 10,988      | 27,805         | 38,793           |
| 4.D. Family Planning             | 0           | 0              | 0                |
| 4.E. Pharmacy                    |             |                |                  |
| 75% FFP                          | 600         | 1,801          | 2,401            |
| 50% FFP                          | 184         | 185            | 369              |
| TOTAL                            | 784         | 1,986          | 2,770            |
| 4.F. Pathology and<br>Radiology  | 0           | 0              | 0                |
| 4.G. HMOs                        | 0           | 0              | 0                |
| 4.H. Clinics                     | 0           | 0              | 0                |



| FUNCTIONAL AREA                              | SOURCE      |                | TOTAL<br>REVENUE |
|--|-------------|----------------|------------------|
|  | STATE FUNDS | FEDERAL FUNDS* |                  |
| 4.I. Hospitals                               |             |                |                  |
| 75% FFP                                      | \$ 25,765   | \$ 77,296      | \$ 103,061       |
| 50% FFP                                      | 7,096       | 7,096          | 14,192           |
| TOTAL  | 32,861      | 84,392         | 117,253          |
| 4.J. LTS: MR-IPR                             |             |                |                  |
| 75% FFP                                      | 300         | 900            | 1,200            |
| 50% FFP                                      | 85,251      | 85,252         | 170,503          |
| TOTAL  | 85,551      | 86,152         | 171,703          |
| 4.K. LTC: Other                              |             |                |                  |
| 100% FFP                                     | 0           | 601,180        | 601,180          |
| 50% FFP                                      | 92          | 92             | 184              |
| TOTAL  | 392         | 601,272        | 601,364          |
| TOTAL LONG-TERM CARE                         | 85,643      | 687,424        | 773,067          |
| 4.L. Dental                                  |             |                |                  |
| 75% FFP                                      | 9,309       | 27,928         | 37,237           |
| 50% FFP                                      | 1,659       | 1,659          | 3,318            |
| TOTAL  | 10,968      | 29,587         | 40,555           |
| 4.M. Other Services                          |             |                |                  |
| 75% FFP                                      | 29,457      | 88,372         | 117,829          |
| 50% FFP                                      | 138,052     | 138,053        | 276,105          |
| TOTAL  | 167,510     | 226,424        | 393,934          |
| TOTAL PROVIDER SERVICES                      | 717,649     | 1,130,644      | 2,370,364        |
| 5. Claims Processing                         |             |                |                  |
| 75% FFP                                      | 108,477     | 325,432        | 433,909          |
| 50% FFP                                      | 1,190,972   | 1,190,972      | 2,381,944        |
| TOTAL CLAIMS PROCESSING                      | 1,299,449   | 1,516,404      | 2,815,853        |
| 6. Surveillance and<br>Utilization Review    |             |                |                  |
| 75% FFP                                      | 222,800     | 668,402        | 891,202          |
| 50% FFP                                      | 38,476      | 38,476         | 76,952           |
| TOTAL SURVEILLANCE AND<br>UTILIZATION REVIEW | 261,276     | 706,878        | 968,154          |





| FUNCTIONAL AREA                | SOURCE      |                | TOTAL<br>REVENUE |
|--------------------------------|-------------|----------------|------------------|
|                                | STATE FUNDS | FEDERAL FUNDS* |                  |
| 7. Third-Party Liability       |             |                |                  |
| 50% FFP                        | \$ 49,020   | \$ 49,020      | \$ 98,040        |
| TOTAL THIRD-PARTY<br>LIABILITY | 49,020      | 49,020         | 98,040           |
| 8. Fraud Control               |             |                |                  |
| 8.A. Detection                 | 0           | 0              | 0                |
| 8.B. Investigation             |             |                |                  |
| 50% FFP                        | 1,272       | 1,273          | 2,545            |
| TOTAL                          | 1,272       | 1,273          | 2,545            |
| 8.C. Prosecution               | 0           | 0              | 0                |
| TOTAL FRAUD CONTROL            | 1,272       | 1,273          | 2,545            |
| 9. Cost Settlement             |             |                |                  |
| 9.A. Hospitals                 |             |                |                  |
| 75% FFP                        | 10,509      | 31,526         | 42,035           |
| 50% FFP                        | 33,398      | 33,399         | 66,797           |
| TOTAL                          | 43,907      | 64,925         | 108,832          |
| 9.B. LTC Facilities            |             |                |                  |
| 50% FFP                        | 118,913     | 118,913        | 237,826          |
| TOTAL                          | 118,913     | 118,913        | 237,826          |
| TOTAL COST SETTLEMENT          | 162,820     | 183,838        | 346,658          |
| TOTALS                         | \$5,890,013 | \$6,710,465    | \$12,600,478     |

\* In addition to Title XIX, Federal Funds include \$888,714 from the Department of Commerce and \$84,248 from the Food Stamp Program.





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